

# **FISCAL NOTE**

## **HB 280 - SB 339**

February 24, 1997

**SUMMARY OF BILL:** Provides, in three increments, an increase in the apportionment rate for the University of Tennessee Municipal Technical Advisory Service. The current rate is 0.75% of the monthly share allocated to incorporated municipalities. The apportionment would increase by 0.1% for the 1997-98 fiscal year and by 0.1% for the 1998-99 fiscal year. Beginning July 1, 1999, the apportionment rate would increase by 0.05%, to 1% of the monthly share allocated to incorporated municipalities.

### **ESTIMATED FISCAL IMPACT:**

**Increase State Expenditures - \$24,000 One Time  
- \$2,400 Recurring**

**Other Fiscal Impact - Redirects a portion of the municipal share of state shared tax**

**funds to UT-MTAS in the amount of  
\$186,300 in FY97-98,  
\$372,600 in FY98-99, and  
\$465,800 in FY99-00 and thereafter.**

Assumes increased one-time state expenditures of \$24,000 and recurring state expenditures of \$2,400 for systems changes in the Department of Revenue.

Calculations based on projected fiscal year 1997-98 sales and use tax collections of \$4,057,100,000.

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director